

# **CITY OF LODI**

### **COUNCIL COMMUNICATION**

**AGENDA TITLE:** 

Department of Energy Western Area Power Administration Contract 92-SAO-20056, Exhibit

A, Revision 4

**MEETING DATE:** 

August 2, 2000

PREPARED BY:

**Electric Utility Director** 

RECOMMENDED ACTION:

That the City Council authorize the City Manager to execute Department of

Energy Western Area Power Administration (Western) Contract 92-SAO-

20056, Exhibit A, Revision 4 (attached).

BACKGROUND INFORMATION:

As provided for in the above contract, Westlands Water District has recalled a portion of the City's Western power allotment. Revision 4 identifies the City's new power allotment as augmented by additional Western diversity Power

through December 1, 2000. The City will still incur a net loss of approximately two and one-half percent of its power supply resources as a result which will need to be replaced before summer 2001.

FUNDING:

Not applicable

Alan N. Vallow Electric Utility Director

PREPARED BY:

Jack Stone, Manager, Business Planning and Marketing

ANV/JS:lst

C:

City Attorney

APPROVED:

H. Dixon Flynn - City Manager

## EXHIBIT A (Contract Rate of Delivery)

- 1. This Exhibit A, Revision 4, to be effective under and as a part of Contract 92-SAO-20056 (Contract) shall become effective August 1, 2000; shall supersede the current Exhibit A; and shall remain in effect until superseded by another Exhibit A or upon termination of the Contract.
- 2. The Contract Rate of Delivery shall be as follows:

Effective Date	Long-Term Firm Power (MW)	Diversity Power (MW)	Westlands Withdrawable Power (MW)	Total Contract Rate of Delivery (MW)
August 1, 2000	5.173	4.276	0.878	10.327
September 1, 2000	5.173	4.276	0.300	9.749
October 1, 2000	5.173	4.276	0.242	9.691
November 1, 2000	5.173	4.276	0.223	9.672
December 1, 2000	5.173	4.276	0.000	9.449

- 3. In accordance with Western's Final 1994 Power Marketing Plan published in the Federal Register on October 5, 1992, Western will convert a portion of Lodi's Westlands Withdrawable Power to Diversity Power effective on the dates and in the amounts specified in Section 2 above. Diversity Power requires a customer, at the request of Western, to reduce its schedule of Western power in the event that there is a reasonable certainty, as determined by Western, that the system simultaneous demand of the Central Valley Project will exceed 1152 MW, or the then existing load level limitation under Contract 14-06-200-2948A. For curtailment purposes, Diversity Power will be the power scheduled in excess of Long Term Firm and Westlands Withdrawable Power. Diversity Power will be subject to a one- (1) year written notice of termination. Western's dispatchers or schedulers may call upon Diversity Power with a minimum of one (1) hour's notice, with such curtailment becoming effective at the beginning of the hour or half hour, for hourly increments, with no increase in schedules of Western power allowed until notified by Western.
- 4. Energy Entitlements, including minimum annual requirements, and Maximum Coincident Allocations will not be affected by curtailments of Diversity Power.

CITY OF LODI	WESTERN	WESTERN AREA POWER ADMINISTRATION		
Ву:	By:			
Title:	Title:	Power Marketing Manager		
Address:	Address:	114 Parkshore Drive		
		Folsom, CA 95630-4710		
Date:	Date:			
(Attest)				
By:				
Title:				

#### RESOLUTION NO. 2000-137

#### A RESOLUTION OF THE LODI CITY COUNCIL APPROVING EXECUTION OF THE WESTERN AREA POWER ADMINISTRATION REVISION 4 TO WESTERN CONTRACT NO. 92-SAO-20056, EXHIBIT A

BE IT RESOLVED, by the City Council of the City of Lodi that Exhibit A, Revision 4 to the United States of America Department of Energy Western Area Power Administration Contract No. 92-SAO-20056 is approved, and the City Manager or other designee are authorized and directed on behalf of the Lodi City Council, to execute and deliver such agreement on behalf of the City of Lodi.

Dated: August 2, 2000

I hereby certify that Resolution No. 2000-137 was passed and adopted by the City Council of the City of Lodi in a regular meeting held August 2, 2000, by the following vote:

AYES:

COUNCIL MEMBERS - Hitchcock, Land, Nakanishi, Pennino and

Mann (Mayor)

NOES:

**COUNCIL MEMBERS - None** 

ABSENT:

COUNCIL MEMBERS - None

ABSTAIN:

COUNCIL MEMBERS - None

SUSAN J. BLACKSTON

City Clerk